

**MERCY MARICOPA INTEGRATED CARE**  
**STATEMENT OF FINANCIAL POSITION**  
**AS OF:** June 30, 2015

**ASSETS**

**CURRENT ASSETS**

<b>101</b> Cash (Disclose on Schedule A)	165,014,700
<b>102</b> Current Investments	-
<b>103</b> Accounts Receivable (net) (Disclose on Schedule A)	18,076,479
<b>104</b> Notes Receivable (current portion)	-
<b>105</b> Prepaid Expenses	1,071,097
<b>106</b> Other Current Assets (Disclose on Schedule A)	-
<b>107</b> Total Current Assets	<u>184,162,276</u>

**NON-CURRENT ASSETS**

<b>108</b> Land	-
<b>109</b> Building	-
<b>110</b> Leasehold Improvements	-
<b>111</b> Furniture and Equipment	3,845,414
<b>112</b> Vehicles	-
<b>113</b> Total Property and Equipment	3,845,414
<b>114</b> Less: Accumulated Depreciation	<u>961,353</u>
<b>115</b> Net Property and Equipment	<u>2,884,061</u>
<b>116</b> Notes Receivable (net of current portion)	-
<b>117</b> Performance Bond (Disclose on Schedule A)	-
<b>118</b> Long Term Investments	520,244 *
<b>119</b> Deposits	-
<b>120</b> Other Noncurrent Assets (Disclose on Schedule A)	-
<b>121</b> Total Noncurrent Assets	<u>3,404,305</u>
<b>122</b> TOTAL ASSETS	<u><u>187,566,581</u></u>

**LIABILITIES AND NET ASSETS/EQUITY**

**CURRENT LIABILITIES**

<b>201</b> Incurred But Not Reported Claims (Disclose on Sch. A)	64,528,229 **
<b>202</b> Reported But Unpaid Claims	5,409,583 **
<b>203</b> Payable to ADHS (Disclose on Schedule A)	562,256
<b>204</b> Payable to Providers	5,826,256
<b>205</b> Trade Accounts Payable	9,064
<b>206</b> Accrued Salaries and Benefits	-
<b>207</b> Long-term Debt (current portion)	-
<b>208</b> Deferred Revenue (Disclose on Schedule A)	110,341
<b>209</b> Risk Pool Payable	-
<b>210</b> Other Current Liabilities (Disclose on Schedule A)	<u>1,925,392</u>
<b>211</b> Total Current Liabilities	<u>78,371,121</u>

**NON-CURRENT LIABILITIES**

<b>212</b> Long-term debt (net of current portion)	-
<b>213</b> Loss Contingencies (Disclose on Schedule A)	-
<b>214</b> Other Noncurrent Liabilities (Disclose on Schedule A)	<u>9,751,655</u>
<b>215</b> Total Noncurrent Liabilities	<u>9,751,655</u>
<b>216</b> TOTAL LIABILITIES	<u>88,122,776</u>
<b>217</b> NET ASSETS/EQUITY	
Unrestricted Net Assets	99,443,805
Restricted Net Assets (Disclose on Schedule A)	-
<b>218</b> TOTAL LIABILITIES AND NET ASSETS/EQUITY	<u><u>187,566,581</u></u>

\* Restricted Investment required to remain in trust by the State of Arizona, Dept of Ins. for the duration of the Organization's contract with ADHS. This is related to the Medicare business.

\*\* Balance includes \$3,963,792 for MMA IBNR/RBUC Reserve balance.

MERCY MARICOPA INTEGRATED CARE  
STATEMENT OF FINANCIAL POSITION  
AS OF:  
Schedule A Disclosure

June 30, 2015

ASSETS:

<b>Cash</b>		
Unrestricted	165,014,700	
Restricted		
Total Cash	<u><u>165,014,700</u></u>	

Accounts Receivable  
ADHS

Current Year	Program ID	Category ID	
	SABG	SABG - Pregnant Women	1,338,760
	SABG	SABG - Prevention	2,202,424
	SABG	SABG - General Services	5,640,505
	NTXIX/XXI SMI	NT SMI Services	3,565,118
	NTXIX/XXI Other	City of Phoenix - LARC	50,000
	NTXIX/XXI Other	LARC Renovation Projects	119,796
	SB1616 Housing	SB1616	55,322
	PASRR/ADOH	PASRR	1,200
	NTXIX/XXI Other	Mental Health First Aid	12,565
	TXIX/XXI SMI Integrated	TXIX SMI Integrated	129,588

LIABILITIES:

<b>IBNR Claims Estimate</b>		
Current Year		60,875,244
MMA	IBNR	3,652,985

Total IBNR	<u><u>64,528,229</u></u>
------------	--------------------------

Payable to ADHS (Detail of Line 203)

Current Year	Program ID	Category ID	
	NTXIX/XXI Crisis	General Fund Excess Profit	26,660
	Supported Housing for TXIX SM	General Fund Excess Profit	6,365
	NTXIX/XXI SMI	General Fund Excess Profit	214,429
	SB1616 Housing	General Fund Excess Profit	553
	PASRR/ADOH	Other*	314,249

Total Payable to ADHS	<u><u>562,256</u></u>
-----------------------	-----------------------

Deferred Revenue from: (Detail of Line 208)

ADHS	Category ID	
Current Year		
MHBG SMI	Evidence Based Practice Grant	110,341

Non-ADHS &/or Unrelated Business  
Current Year

Total Deferred Revenue	<u><u>110,341</u></u>
------------------------	-----------------------

Other Current Liabilities (Detail of Line 210)

Community Reinvestment	1,925,392
------------------------	-----------

Other Current Assets (Detail of Line 106)

Total Other Current Assets	<u><u>-</u></u>
----------------------------	-----------------

Other Noncurrent Assets (Detail of Line 120)

Total Other Noncurrent Assets	<u><u>-</u></u>
-------------------------------	-----------------

Payables to ADHS - Other\* Category

Disclose items recorded as "Other" in the category for Payable to ADHS Section

Payable to ADHS "Other" is for ADOH Bridge Subsidy funds to be returned.

Loss Contingencies (Detail of Line 213)

Identify Loss Contingencies	-
Total Loss Contingencies	<u><u>-</u></u>

Other Noncurrent Liabilities (Detail of Line 214)

Due to District	9,751,655
-----------------	-----------

Total Other Noncurrent Liabilities	<u><u>9,751,655</u></u>
------------------------------------	-------------------------

Restricted Net Assets (Detail of Line 217)

Identify Restricted Net Assets	-
Total Restricted Net Assets	<u><u>-</u></u>

MERCY MARICOPA INTEGRATED CARE  
STATEMENT OF FINANCIAL POSITION  
PRIOR PERIOD ADJUSTMENTS  
AS OF: 

June 30, 2015

ASSETS

	Amount Related to Prior Contract Year 2014	Amount Related to Prior Contract Year 2013	Amount Related to Prior Contract Year 2012	Total Adjustment
<b>CURRENT ASSETS</b>				
101 Cash	0	0	0	0
102 Current Investments	0	0	0	0
103 Accounts Receivable (net)	0	0	0	0
104 Notes Receivable (current portion)	0	0	0	0
105 Prepaid Expenses	0	0	0	0
106 Other Current Assets	0	0	0	0
107 Total Current Assets	0	0	0	0
<b>NON-CURRENT ASSETS</b>				
108 Land	0	0	0	0
109 Building	0	0	0	0
110 Leasehold Improvements	0	0	0	0
111 Furniture and Equipment	0	0	0	0
112 Vehicles	0	0	0	0
113 Total Property and Equipment	0	0	0	0
114 Less: Accumulated Depreciation	0	0	0	0
115 Net Property and Equipment	0	0	0	0
116 Notes Receivable (net of current portion)				
117 Performance Bond				
118 Long Term Investments	0	0	0	0
119 Deposits	0	0	0	0
120 Other Noncurrent Assets	0	0	0	0
121 Total Noncurrent Assets	0	0	0	0
122 TOTAL ASSETS	0	0	0	0

LIABILITIES AND NET ASSETS/EQUITY

<b>CURRENT LIABILITIES</b>				
201 Incurred But Not Reported Claims	0	0	0	0
202 Reported But Unpaid Claims	0	0	0	0
203 Payable to ADHS	0	0	0	0
204 Payable to Providers	0	0	0	0
205 Trade Accounts Payable	0	0	0	0
206 Accrued Salaries and Benefits	0	0	0	0
207 Long-term Debt (current portion)	0	0	0	0
208 Deferred Revenue	0	0	0	0
209 Risk Pool Payable	0	0	0	0
210 Other Current Liabilities	0	0	0	0
211 Total Current Liabilities	0	0	0	0
<b>NON-CURRENT LIABILITIES</b>				
212 Long-term debt (net of current portion)	0	0	0	0
213 Loss Contingencies	0	0	0	0
214 Other Noncurrent Liabilities	0	0	0	0
215 Total Noncurrent Liabilities	0	0	0	0
216 TOTAL LIABILITIES	0	0	0	0
<b>217 NET ASSETS/EQUITY</b>				
Unrestricted Net Assets	0	0	0	0
Restricted Net Assets	0	0	0	0
218 TOTAL LIABILITIES AND NET ASSETS/EQUITY	0	0	0	0

**MERCY MARICOPA INTEGRATED CARE**  
**STATEMENT OF CHANGES IN NET ASSETS / EQUITY**  
**AS OF : June 30, 2015**

			Initial Capital	Additional Capital	Net Assets / Retained Earnings	Unrealized Gains (Losses) on Securities	Total
Beginning Balance:	April 1, 2014		30,658,474	37,500,000	-		68,158,474
* ADHS Net Surplus / Net Earning for the period ended:		June 30, 2015		-	36,713,710		36,713,710
* Medicare Net Surplus / Net Earning for the period ended:					(5,428,253)		(5,428,253)
Other Comprehensive Income:							-
Unrealized Gains (Losses) on Securities						(126)	(126) ***
Dividends Paid							-
** Prior Period Adjustments							-
Ending Balance:	June 30, 2015						-
			30,658,474	37,500,000	31,285,457	(126)	99,443,805

\* Net of Dividends Paid

\*\* Disclosure of Prior Period Adjustments

\*\*\* This is a gain on Restricted Investment required to remain in trust by the State of Arizona, Dept of Insurance for the duration of the Organization's contract with ADHS for the Medicare business.

\*DISCLOSE ON SCHEDULE A

		TXIX/XXI	TXIX/XXI	TXIX/XXI	TXIX/XXI	TXIX/XXI	TXIX/XXI SMI	TXIX/XXI SMI	NTXIX/XXI Crisis	NTXIX/XXI SMI	NTXIX/XXI Other	Supported Housing for TXIX SMI	SB1616 Housing	MHBG SED	MHBG SMI	SABG	Other Federal	County	PASRR/ ADOH	Sub-Total	Mgmt & Gen	ADHS Total	Medicare	Total
		Non CMDP Child	CMDP Child	DD Child	GMH/SA	DD Adult	Integrated	Non Integrated																
REVENUE																								
401	Revenue Under ADHS Contract																							
a	ADHS Revenue	157,377,985	110,604,460	10,909,842	219,506,848	15,977,441	638,860,429	5,548,971	11,356,371	61,290,442	250,000	2,744,084	216,000	3,344,147	3,564,415	24,028,613	-	59,196,473	63,600	1,324,840,119	-	1,324,840,119	-	1,324,840,119
b	Reconciliation Settlement/Profit Risk Adjustment								(26,660)	(921,278)		(6,365)	(553)							(954,856)	-	(954,856)	-	(954,856)
402	Specialty & Other Grants*	-	-	-	4,328	-	-	-	-	-	205,784	-	-	-	-	-	-	-	-	-	210,112	-	210,112	-
403	Interest/Investment Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	5,238	5,238
404	CMS Revenue																						34,090,372	34,090,372
490	TOTAL REVENUE	157,377,985	110,604,460	10,909,842	219,511,175	15,977,441	638,860,429	5,548,971	11,329,711	60,369,164	455,784	2,737,719	215,447	3,344,147	3,564,415	24,028,613	-	59,196,473	63,600	1,324,095,375	-	1,324,095,375	34,095,610	1,358,190,985
EXPENSES																								
Service Expenses:																								
501	Treatment Services																							
a	Counseling								(0)	-	-	-	-	83,404	81,470	593,118	-	67,158	-	31,539,792	-	31,539,792	-	31,539,792
#	Counseling, Individual	7,414,719	5,911,303	179,823	9,135,436	540,712	7,394,306	138,345	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
#	Counseling, Family	8,339,307	4,418,422	262,903	492,525	89,470	285,408	5,737	-	-	-	-	-	361,527	401	531	-	10,491	-	14,266,784	-	14,266,784	-	14,266,784
#	Counseling, Group	1,937,177	855,420	17,164	8,805,788	20,425	2,308,385	30,644	(0)	-	-	-	-	-	679,554	1,593,730	-	59,096	-	16,338,956	-	16,338,956	-	16,338,956
b	Assessment, Evaluation and Screening	12,408,652	8,302,260	346,517	14,479,180	1,238,208	9,554,935	216,538	(0)	2,083,498	-	-	-	573,668	252,367	670,949	-	865,699	-	50,992,470	-	50,992,470	-	50,992,470
c	Other Professional	1,086,288	385,709	8	165,902	-	16,261	84	-	-	-	-	-	387,730	1,207	1,572	-	-	-	2,044,762	-	2,044,762	-	2,044,762
d	Total Treatment Services	31,186,206	19,873,114	806,415	33,078,830	1,888,814	19,559,295	391,348	-	2,083,498	-	-	-	1,437,903	1,014,998	2,859,900	-	1,002,444	-	115,182,764	-	115,182,764	-	115,182,764
502	Rehabilitation Services																							
a	Living Skills Training	18,347,351	13,618,751	1,988,379	1,631,304	251,701	22,846,015	267,244	-	2,159,078	-	-	-	223,482	25,422	16,743	-	158,513	-	61,533,985	-	61,533,985	-	61,533,985
b	Cognitive Rehabilitation								-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
c	Health Promotion	1,215,604	367,081	16,569	846,397	78,886	7,038,903	62,146	-	1,336,936	-	-	-	87,168	21,901	19,894	-	107,642	-	11,199,127	-	11,199,127	-	11,199,127
d	Supported Employment Services	174,599	61,753	801	2,780,359	357,616	19,765,850	347,876	-	4,952,926	-	-	-	20,455	9,183	59,383	-	432,205	-	28,963,105	-	28,963,105	-	28,963,105
e	Total Rehabilitation Services	19,737,554	14,047,585	2,005,750	5,258,060	688,204	49,650,767	677,366	-	8,448,941	-	-	-	331,105	56,507	96,019	-	698,360	-	101,696,217	-	101,696,217	-	101,696,217
503	Medical Services																							
a	Medication Services	16	-	-	5,695,137	-	891,593	10,981	-	37,521	-	-	-	-	118,104	5,756	-	351,945	-	7,011,053	-	7,011,053	-	7,011,053
b	Medical Management	5,559,009	1,576,632	225,724	7,283,796	1,162,262	27,143,973	254,471	(0)	6,347,318	-	-	-	127,145	23,357	472,418	-	658,307	-	50,834,413	-	50,834,413	-	50,834,413
c	Laboratory, Radiology & Medical Imaging	176,743	44,036	18,280	1,676,901	28,687	4,120,166	48,387	(0)	186,936	-	-	-	-	-	-	-	446,924	-	6,747,040	-	6,747,040	-	6,747,040
d	Electro-Convulsive Therapy	-	-	-	309,486	-	651,521	23,243	-	-	-	-	-	-	-	-	-	2,808	-	987,058	-	987,058	-	987,058
e	Total Medical Services	5,735,768	1,620,669	244,005	14,865,320	1,190,929	32,807,252	337,081	-	6,571,774	-	-	-	127,145	141,462	478,174	-	1,459,985	-	65,579,564	-	65,579,564	-	65,579,564
504	Support Services																							
a	Case Management	30,947,857	26,803,852	1,626,509	12,927,592	1,516,889	65,220,155	930,501	-	18,998,074	-	-	-	1,135,119	458,413	1,071,138	-	2,227,665	-	163,863,763	-	163,863,763	9,607,145	173,470,908
b	Personal Care Services	31,424	26,321	3,231	6,635,920	87,389	25,229,739	289,423	-	894,522	-	-	-	116	89,581	4,583,090	-	852,267	-	38,723,022	-	38,723,022	-	38,723,022
c	Family Support	4,503,644	2,368,675	374,068	52,086	8,447	352,574	7,627	-	30,024	-	-	-	138,860	10,840	1,126	-	7,850,292	-	7,850,292	-	7,850,292	-	7,850,292
d	Peer Support	85,148	45,662	6,036	1,169,712	99,728	9,310,344	101,822	-	2,457,240	-	-	-	244	35,377	105,825	-	251,042	-	13,668,180	-	13,668,180	-	13,668,180
e	Home Care Training to Home Care Client	901,795	4,616,269	313,619	7,858	-	484,505	9,613	-	-	-	-	-	-	-	-	-	-	-	6,333,660	-	6,333,660	-	6,333,660
f	Unskilled Respite Care	3,854,270	952,795	43,200	75,042	601	253,690	2,488	-	3,380	-	-	-	-	-	-	-	1,187	-	5,200,198	-	5,200,198	-	5,200,198
g	Supported Housing*	-	-	-	-	-	-	-	-	1,943,995	-	2,524,557	200,000	4,408	5,369	3,768	-	5,076,916	-	9,745,468	-	9,745,468	-	9,745,468
h	Flex Fund Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	312,483	-	444,374	-	444,374	-	444,374
i	Transportation	4,107,188	1,931,195	199,420	10,346,923	180,124	40,775,058	1,046,040	-	2,898,093	-	-	-	42,071	39,369	268,371	-	1,565,204	-	63,399,056	-	63,399,056	-	63,399,056
j	Total Support Services	44,431,325	36,744,769	2,566,084	31,215,134	1,893,177	141,626,066	2,387,513	-	27,225,329	-	2,524,557	200,000	1,435,442	656,215	6,033,317	-	10,289,085	-	309,228,013	-	309,228,013	9,607,145	318,835,158
505	Crisis Intervention Services																							
a	Crisis Intervention - Mobile	4,448,719	5,027,206	1,460,309	13,524,356	-	9,920,074	-	-	3,440,752	-	-	-	-	-	487,246	-	6,072,476	-	44,381,138	-	44,381,138	-	44,381,138
b	Crisis Intervention - Stabilization	1,260,002	572,664	157,399	26,058,142	-	17,351,054	-	-	5,386,978	-	231,265	-	-	-	4,653,830	-	6,132,610	-	61,803,943	-	61,803,943	-	61,803,943
c	Crisis Intervention - Telephone	-	-	-	2,441,264	-	3,402,025	-	-	1,620,131	-	-	-	-	-	-	-	1,844,379	-	9,307,800	-	9,307,800	-	9,307,800
d	Total Crisis Intervention Services	5,708,722	5,599,869	1,617,708	42,023,762	-	30,673,153	-	-	10,447,861	-	231,265	-	-	-	5,141,076	-	14,049,466	-	115,492,881	-	115,492,881	-	115,492,881
506	Inpatient Services																							
a	Hospital																							
#	Psychiatric (Provider Types 02 & 71)	20,182,261	10,892,698	2,823,749	58,111,866	714,289	52,800,545	5,412,978	(0)	-	-	-	-	-	728,561	-	-	7,388,135	-	159,055,084	-	159,055,084	-	159,055,084
#	Detoxification (Provider Types 02 & 71)	49,708	31,121	3,061	2,363,824	-	333,920	12,781	-	-	-	-	-	-	-	-	-	300,946	-	3,095,361	-	3,095,361	-	3,095,361
b	Sub acute Facility																							
#	Psychiatric (Provider Types B5 & B6)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
#	Detoxification (Provider Types B5 & B6)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
c	Residential Treatment Center (RTC)																							
Psychiatric - Secure & Non-Secure Provider Types																								
# 78.B1,B2,B3)		350,997	-	604,037	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	955,034	-	955,034	-	955,034
Detoxification - Secure & Non-Secure (Provider																								
# Types (78.B1,B2,B3)		-	397	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	397	-	397	-	397
d	Inpatient Services, Professional	1,375,544	459,480	125,503	5,231,662	36,816	7,473,073	260,855	(0)	-	-	-	-	-	43,630	-	-	293,120	-	15,299,683	-	15,299,683	-	15,299,683
e	Total Inpatient Services	21,958,511	11,383,696	3,556,350	65,707,352	751,105	60,607,538	5,686,615	-	-	-	-	-	-	772,190	-	-	7,982,201	-	178,405,559	-	178,405,559	-	178,405,559
507	Residential Services																							
a	Behavioral Health Residential Facilities	2,503,164	3,678,707	92,295	16,131,5																			

**MERCY MARICOPA INTEGRATED CARE  
STATEMENT OF ACTIVITIES**

**CONTRACT YEAR TO DATE AS OF:** June 30, 2015

**\*DISCLOSE ON SCHEDULE A**

[illegible]

**\*Disclose on Schedule A**

## Physical Health Services

## EXPENSES

560	<b>Hospitalization</b>			
a	Hospital Inpatient	22,311,220		13,027,469
b	<b>Total Hospitalization</b>	22,311,220		13,027,469
560	<b>Medical Compensation</b>			
a	Primary Care Physician	2,176,386		-
b	Referral Physician	5,267,812		-
c	Other Professional	5,242,331		-
d	<b>Total Medical Compensation</b>	12,686,529		-
570	<b>Other Medical Expenses</b>			
a	Emergency Facility Services	99,291		-
b	Pharmacy	25,405,709		6,507,814
c	less: Pharmacy Rebates	-		-
d	Lab, X-ray, & Medical Imaging	2,700,115		-
e	Outpatient Facility	14,787,915		-
f	Durable Medical Equipment	-		-
g	Dental	120,693		-
h	Transportation	36,737		-
i	Nursing Facility, Home Health Care	488,998		-
j	Physical Therapy	60,486		-
k	Shared Savings Arrangements	-		-
l	Miscellaneous Medical Expenses	1,444,570		-
m	<b>Total Other Medical Expenses</b>	45,144,514		6,507,814
580	<b>Total Physical Health Services Expense</b>	80,142,263		19,535,283

	TXIX/XXI Non CMDP Child	TXIX/XXI CMDP Child	TXIX/XXI DD Child	TXIX/XXI GMH/SA	TXIX/XXI DD Adult	TXIX/XXI SMI Integrated	TXIX/XXI SMI Non Integrated	NTXIX/XXI Crisis	NTXIX/XXI SMI	NTXIX/XXI Other	Supported Housing for TXIX SMI	SB1616 Housing	MHBG SED	MHBG SMI	SABG	Other Federal	County	PASRR/ ADOH	Sub-Total	Mgmt & Gen	ADHS Total
DISCLOSURE OF PCP PARITY, NTXIX/XXI OTHER and OTHER FEDERAL ADHS REVENUE																					
City of Phoenix LARC PCP Parity										250,000									250,000		250,000
	531					19,951													20,482		20,482
Total - PCP Parity, NTXIX/XXI Other and OTHER FEDERAL Column	531	-	-	-	-	19,951	-	-	-	250,000	-	-	-	-	-	-	-	-	270,482	-	270,482
DISCLOSURE OF SPECIALTY AND OTHER GRANTS REPORTED ON LINE 402																					
Mental Health First Aid										45,511									45,512		45,512
LARC Improvements										160,273									160,273		160,273
Involuntary Commitment Training Grant					4,328														4,328		4,328
Total Other Grants	-	-	-	4,328	-	-	-	-	-	205,784	-	-	-	-	-	-	-	-	210,112	-	210,112
DISLOSURE OF SUPPORTED HOUSING ON LINE 504g:																					
Rent Subsidy									1,378,539		1,126,425						2,265,237		4,770,201		4,770,201
Management Fees									408,331		767,181						1,542,797		2,718,309		2,718,309
Utility Payments									-		239,778						482,193		721,972		721,972
Other/Repairs & Maintenance									-		253,968						510,729		764,697		764,697
Damages									14,191		117,108						235,504		366,804		366,804
Deposits									142,974		14,371						28,901		186,246		186,246
Start Up Boxes											5,652						11,365		17,017		17,017
Eviction Prevention											74						149		223		223
SB1616 Housing - Construction/Improvements											-	200,000					-		200,000		200,000
Total Supported Housing	-	-	-	-	-	-	-	-	1,944,035	-	2,524,558	200,000	-	-	-	-	5,076,876	-	9,745,468	-	9,745,468
DISCLOSURE OF ALL OTHER ADHS Services Expenses ON LINE 511																					
PASRRR																		63,600	63,600		63,600
Physical Health Expenses - OPS400	63,594	10,758	10,182	3,633,593	5,953		0	0	7,778	0	0	0	0	0	0	0	11,801		3,743,659		3,743,659
Pilot Performance Incentive																			590,355		590,355
Block Expansion Incentive																			1,198,350		1,198,350
Crisis Respite Incentive																			16,666		16,666
Total All Other Behavioral Health Services	63,594	10,758	10,182	3,633,593	5,953	1,805,371	-	-	7,778	-	-	-	-	-	-	-	11,801	63,600	5,612,630	-	5,612,630
DISCLOSURE OF SERVICES EXPENSES FROM NON ADHS SOURCES ON LINE 520																					
Mental Health First Aid										42,140									42,140		42,140
LARC Improvements										160,273									160,273		160,273
Involuntary Commitment Grant					4,328														4,328		4,328
Total Service Expenses Non ADHS Sources	-	-	-	4,328	-	-	-	-	-	202,413	-	-	-	-	-	-	-	-	206,741	-	206,741
DISCLOSURE OF ALL OTHER OPERATING ON LINE 608																					
Board Meeting Expenses	293	193	29	487	21	1,038	25	21	113	1	5	0	7	6	43	-	111	-	2,394	-	2,394
Dues & Filing Fees	4,835	3,180	485	8,028	354	17,115	414	349	1,856	14	84	7	111	94	714	-	1,831	-	39,472	-	39,472
Travel	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0
Repairs & Maintenance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0
Training	83	55	8	138	6	295	7	6	32	0	1	0	2	2	12	-	32	-	680	-	680
Bank Service Charges	132	87	13	219	10	467	11	10	51	0	2	0	3	3	19	-	50	-	1,076	-	1,076
RFP Expenses	(102,956)	(67,717)	(10,337)	(170,929)	(7,530)	(364,422)	(8,805)	(7,424)	(39,517)	(308)	(1,794)	(142)	(2,367)	(2,008)	(15,208)	-	(38,989)	-	(840,453)	-	(840,453)
Office Equip	2,622	1,725	263	4,353	192	9,281	224	189	1,006	8	46	4	60	51	387	-	993	-	21,405	-	21,405
Marketing	997	655	100	1,654	73	3,527	85	72	382	3	17	1	23	19	147	-	377	-	8,135	-	8,135
Promotions & Sponsorships	36,194	23,806	3,634	60,090	2,647	128,113	3,095	2,610	13,892	108	631	50	832	706	5,347	-	13,707	-	295,463	-	295,463
Insurance - General Liab	124,942	82,177	12,544	207,429	9,138	442,242	10,685	9,010	47,955	374	2,177	172	2,873	2,436	18,456	-	47,315	-	1,019,925	-	1,019,925
Interest on Claims	7,303	4,082	920	17,671	153	46,218	1,259	-	2,705	-	-	-	-	-	-	-	11,088	-	91,400	-	91,400
Sanctions	26,587	2,342	34	20,183	48	5,010	57,977	1,478	9,288	-	-	-	1,623	672	3,398	-	2,080	-	130,722	-	130,722
Total All Other Operating	101,033	50,586	7,695	149,324	5,112	288,884	64,978	6,320	37,764	201	1,170	93	3,167	1,982	13,316	-	38,595	-	770,219	-	770,219

	TXIX/XXI Non CMDP Child	TXIX/XXI CMDP Child	TXIX/XXI DD Child	TXIX/XXI GMH/SA	TXIX/XXI DD Adult	TXIX/XXI SMI Integrated	TXIX/XXI SMI Non Integrated	NTXIX/XXI Crisis	NTXIX/XXI SMI	NTXIX/XXI Other	Supported Housing for TXIX SMI	SB1616 Housing	MHBG SED	MHBG SMI	SABG	Other Federal	County	PASRR/ ADOH	Sub-Total	Mgmt & Gen	ADHS Total
DISCLOSURE OF ENCOUNTER EVALUATION SANCTIONS ON LINE 650																					
Itemization of Items Reported on Line 650																			-	-	0
Total Encounter Evaluation Sanctions	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
DISCLOSURE OF ADMINISTRATIVE EXPENSES FROM SPECIALTY AND OTHER GRANTS ON LINE 651																					
Itemization of Items Reported on Line 651																			-	-	0
Total Adm Expenses from Specialty and Other Grants	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
DISCLOSURE OF OTHER, NON-ADHS, NON-OPERATING AND UNRELATED BUSINESS EXPENSES LINE 710																					
Community Reinvestment																			-	(1,925,392)	(1,925,392)
RHBA Assessed Sanctions																			-	4,027	4,027
Reinsurance Revenue						760,208													760,208		760,208
Total Other, Non-ADHS, Non-Operating and Unrelated Business Exp	-	-	-	-	-	760,208	-	-	-	-	-	-	-	-	-	-	-	-	760,208	(1,921,365)	(1,161,157)

EXPENSES LINE 501C

EXPENSES LINE 570I - MISCELLANEOUS MEDICAL EXP

Expenses for TXIX Child, TXIX CMDP & DD Child, TXXI Child & TXIX GMHSA reported on this line were not for traditional healing or Auricular Acupuncture.  
TXIX/XXI SMI Integrated Miscellaneous Medical are Outpatient expenses not specifically identified in any other service expense category.



**CONTRACT YEAR TO DATE AS OF:** June 30, 2015

**\*DISCLOSE ON SCHEDULE A**

	TXIX/XXI Non CMDP Child	TXIX/XXI CMDP Child	TXIX/XXI DD Child	TXIX/XXI GMH/SA	TXIX/XXI DD Adult	TXIX/XXI SMI Integrated	TXIX/XXI SMI Non Integrated	NTXIX/XXI Crisis	NTXIX/XXI SMI	NTXIX/XXI Other	Supported Housing for TXIX SMI	SB1616 Housing	MHBG SED	MHBG SMI	SABG	Other Federal	County	PASRR/ ADOH	Sub-Total	Mgmt & Gen	ADHS Total Prior Period Adjustments	Medicare	Total Prior Period Adjustments
REVENUE																							
401	Revenue Under ADHS Contract																						
a	ADHS Revenue																			-	-	-	
b	Reconciliation Settlement/Profit Risk Adjustment																			-	-	-	
402	Specialty & Other Grants*																			-	-	-	
403	Interest/Investment Income																			-	-	-	
404	CMS Revenue																			-	-	-	
490	TOTAL REVENUE																			-	-	-	
EXPENSES																							
Service Expenses:																							
501	Treatment Services																						
a	Counseling																			-	-	-	
#	Counseling, Individual																			-	-	-	
#	Counseling, Family																			-	-	-	
#	Counseling, Group																			-	-	-	
b	Assessment, Evaluation and Screening																			-	-	-	
c	Other Professional																			-	-	-	
d	Total Treatment Services																			-	-	-	
502	Rehabilitation Services																						
a	Living Skills Training																			-	-	-	
b	Cognitive Rehabilitation																			-	-	-	
c	Health Promotion																			-	-	-	
d	Supported Employment Services																			-	-	-	
e	Total Rehabilitation Services																			-	-	-	
503	Medical Services																						
a	Medication Services																			-	-	-	
b	Medical Management																			-	-	-	
c	Laboratory, Radiology & Medical Imaging																			-	-	-	
d	Electro-Convulsive Therapy																			-	-	-	
e	Total Medical Services																			-	-	-	
504	Support Services																						
a	Case Management																			-	-	-	
b	Personal Care Services																			-	-	-	
c	Family Support																			-	-	-	
d	Peer Support																			-	-	-	
e	Home Care Training to Home Care Client																			-	-	-	
f	Unskilled Respite Care																			-	-	-	
g	Supported Housing*																			-	-	-	
h	Flex Fund Services																			-	-	-	
i	Transportation																			-	-	-	
j	Total Support Services																			-	-	-	
505	Crisis Intervention Services																						
a	Crisis Intervention - Mobile																			-	-	-	
b	Crisis Intervention - Stabilization																			-	-	-	
c	Crisis Intervention - Telephone																			-	-	-	
d	Total Crisis Intervention Services																			-	-	-	
506	Inpatient Services																						
a	Hospital																			-	-	-	
#	Psychiatric (Provider Types 02 & 71)																			-	-	-	
#	Detoxification (Provider Types 02 & 71)																			-	-	-	
b	Sub acute Facility																			-	-	-	
#	Psychiatric (Provider Types B5 & B6)																			-	-	-	
#	Detoxification (Provider Types B5 & B6)																			-	-	-	
c	Residential Treatment Center (RTC)																			-	-	-	
Psychiatric - Secure & Non-Secure Provider Types																				-	-	-	
# 78.B1,B2,B3)																				-	-	-	
Detoxification - Secure & Non-Secure (Provider																				-	-	-	
# Types (78.B1,B2,B3)																				-	-	-	
d	Inpatient Services, Professional																			-	-	-	
e	Total Inpatient Services																			-	-	-	
507	Residential Services																						
a	Behavioral Health Residential Facilities																			-	-	-	
b	Reserved for Future Use																			-	-	-	
c	Room and Board																			-	-	-	
d	Total Residential Services																			-	-	-	
508	Behavioral Health Day Program																						
a	Supervised Day Program																			-	-	-	
b	Therapeutic Day Program																			-	-	-	
c	Medical Day Program																			-	-	-	
d	Total Behavioral Health Day Program																			-	-	-	
509	Prevention Services																						
a	Prevention																			-	-	-	
b	HIV																			-	-	-	
c	Total Prevention Services																			-	-	-	
510	Pharmacy Expenses																						
a	Pharmacy Expense																			-	-	-	
b	Less Pharmacy Rebate Received																			-	-	-	
c	Pharmacy Rebate Related Expense																			-	-	-	
d	Total Pharmacy Expense																			-	-	-	
511	Other ADHS Service Expenses Not Rpt'd Above*																			-	-	-	
512	FQHC/RHC Expenses																			-	-	-	
513	Subtotal Behavioral Health Service Expenses																			-	-	-	
520	Specialty and Other Grant Expenses*																			-	-	-	
540	Total Behavioral Health Services Expense																			-	-	-	
580	Total Physical Health Services Expense																			-	-	-	
585	Total Service Expense																			-	-	-	
589	Less: Third Party Liability																			-	-	-	
590	Net Total Service Expense																			-	-	-	
599	Gross Profit/(Loss) from Operations																			-	-	-	

**MERCY MARICOPA INTEGRATED CARE  
STATEMENT OF ACTIVITIES  
CONTRACT YEAR TO DATE AS OF:**

June 30, 2015

**\*DISCLOSE ON SCHEDULE A**

[illegible]

**\*Disclose on Schedule A**

### Physical Health Services

### EXPENSES

	<b>Hospitalization</b>		
a	Hospital Inpatient		-
b	<b>Total Hospitalization</b>		-
560	<b>Medical Compensation</b>		-
a	Primary Care Physician		-
b	Referral Physician		-
c	Other Professional		-
d	<b>Total Medical Compensation</b>	-	-
570	<b>Other Medical Expenses</b>		-
a	Emergency Facility Services		-
b	Pharmacy		-
c	less: Pharmacy Rebates		-
d	Lab, X-ray, & Medical Imaging		-
e	Outpatient Facility		-
f	Durable Medical Equipment		-
g	Dental		-
h	Transportation		-
i	Nursing Facility, Home Health Care		-
j	Physical Therapy		-
k	Shared Savings Arrangements		-
l	Miscellaneous Medical Expenses		-
m	<b>Total Other Medical Expenses</b>	-	-
580	<b>Total Physical Health Services Expense</b>	-	-

\*DISCLOSE ON SCHEDULE A

		NTXIX/XXI Crisis	NTXIX/XXI SMI	NTXIX/XXI Other	Supported Housing for TXIX SMI	SB1616 Housing	MHBG SED	MHBG SMI	SABG	Other Federal	County	PASRR/ ADOH	Total
REVENUE													
401	Revenue Under ADHS Contract												
a	ADHS Revenue	8,913,336	49,551,718	200,000	2,195,267	108,000	2,686,696	2,942,607	19,600,706	-	46,775,946	50,700	133,024,976
b	Reconciliation Settlement/Profit Risk Adjustment	(26,660)	(214,429)	-	(6,365)	(553)	-	-	-	-	-	-	(248,007)
402	Specialty & Other Grants*	-	-	192,608	-	-	-	-	-	-	-	-	192,608
403	Interest/Investment Income	-	-	-	-	-	-	-	-	-	-	-	-
404	CMS Revenue	-	-	-	-	-	-	-	-	-	-	-	-
490	TOTAL REVENUE	8,886,676	49,337,289	392,608	2,188,902	107,447	2,686,696	2,942,607	19,600,706	-	46,775,946	50,700	132,969,577
EXPENSES													
Service Expenses:													
501	Treatment Services												
a	Counseling												
1	Counseling, Individual	0	-	-	-	-	60,572	72,198	497,729	-	46,186	-	676,685
2	Counseling, Family	-	-	-	-	-	286,403	197	334	-	2,722	-	289,656
3	Counseling, Group	0	-	-	-	-	10,228	580,437	1,330,595	-	43,332	-	1,964,591
b	Assessment, Evaluation and Screening	(0)	1,778,696	-	-	-	498,585	223,959	556,322	-	699,272	-	3,756,833
c	Other Professional	-	-	-	-	-	284,145	978	638	-	-	-	285,760
d	Total Treatment Services	-	1,778,696	-	-	-	1,139,933	877,768	2,385,617	-	791,512	-	6,973,525
502	Rehabilitation Services												
a	Living Skills Training	-	1,757,945	-	-	-	159,488	23,718	9,645	-	141,901	-	2,092,698
b	Cognitive Rehabilitation	-	-	-	-	-	-	-	-	-	-	-	-
c	Health Promotion	-	1,106,355	-	-	-	55,493	19,723	17,059	-	92,155	-	1,290,785
d	Supported Employment Services	-	3,836,608	-	-	-	18,315	9,183	52,292	-	386,069	-	4,302,467
e	Total Rehabilitation Services	-	6,700,908	-	-	-	233,296	52,625	78,996	-	620,125	-	7,685,950
503	Medical Services												
a	Medication Services	-	29,768	-	-	-	-	103,619	3,211	-	280,554	-	417,152
b	Medical Management	0	5,092,682	-	-	-	102,129	20,805	398,016	-	553,264	-	6,166,896
c	Laboratory, Radiology & Medical Imaging	0	(40,518)	-	-	-	-	-	-	-	349,579	-	309,061
d	Electro-Convulsive Therapy	-	-	-	-	-	-	-	-	-	2,808	-	2,808
e	Total Medical Services	-	5,081,932	-	-	-	102,129	124,424	401,227	-	1,186,206	-	6,895,917
504	Support Services												
a	Case Management	-	15,597,433	-	-	-	939,262	402,487	861,667	-	1,838,291	-	19,639,138
b	Personal Care Services	-	743,475	-	-	-	116	68,623	3,769,202	-	660,870	-	5,242,286
c	Family Support	-	25,989	-	-	-	101,756	9,845	1,126	-	2,137	-	140,853
d	Peer Support	-	1,950,728	-	-	-	244	31,137	87,863	-	215,482	-	2,285,454
e	Home Care Training to Home Care Client	-	-	-	-	-	-	-	-	-	-	-	-
f	Unskilled Respite Care	-	2,419	-	-	-	1,321	5,369	2,272	-	1,187	-	12,567
g	Supported Housing*	-	1,756,266	-	2,019,426	100,000	-	-	-	-	4,357,641	-	8,233,333
h	Flex Fund Services	-	-	-	-	-	-	-	-	-	244,039	-	244,039
i	Transportation	-	822,113	-	-	-	38,086	34,862	217,040	-	1,258,958	-	2,371,059
j	Total Support Services	-	20,898,422	-	2,019,426	100,000	1,080,785	552,322	4,939,170	-	8,578,605	-	38,168,729
505	Crisis Intervention Services												
a	Crisis Intervention - Mobile	2,783,907	-	-	-	-	-	-	375,807	-	4,368,628	-	7,528,342
b	Crisis Intervention - Stabilization	4,019,206	-	185,012	-	-	-	-	3,737,254	-	3,482,312	-	11,423,784
c	Crisis Intervention - Telephone	1,396,178	-	-	-	-	-	-	-	-	1,410,431	-	2,806,608
d	Total Crisis Intervention Services	8,199,290	-	185,012	-	-	-	-	4,113,061	-	9,261,371	-	21,758,734

\*DISCLOSE ON SCHEDULE A

		Supported Housing for TXIX										PASRR/ ADOH	Total
		NTXIX/XXI Crisis	NTXIX/XXI SMI	NTXIX/XXI Other	SMI	SB1616 Housing	MHBG SED	MHBG SMI	SABG	Other Federal	County		
506	Inpatient Services												
a	Hospital												
1	Psychiatric (Provider Types 02 & 71)	(0)	-	-	-	-	-	650,942	-	-	5,769,020	-	6,419,961
2	Detoxification (Provider Types 02 & 71)	-	-	-	-	-	-	-	-	-	206,846	-	206,846
b	Sub acute Facility												
1	Psychiatric (Provider Types B5 & B6)	-	-	-	-	-	-	-	-	-	-	-	-
2	Detoxification (Provider Types B5 & B6)	-	-	-	-	-	-	-	-	-	-	-	-
c	Residential Treatment Center (RTC)												
	Psychiatric - Secure & Non-Secure Provider Types												
1	78,B1,B2,B3)	-	-	-	-	-	-	-	-	-	-	-	-
	Detoxification - Secure & Non-Secure (Provider												
2	Types (78,B1,B2,B3)	-	-	-	-	-	-	-	-	-	-	-	-
d	Inpatient Services, Professional	0	-	-	-	-	-	42,850	-	-	251,540	-	294,390
e	Total Inpatient Services	-	-	-	-	-	-	693,792	-	-	6,227,406	-	6,921,197
507	Residential Services												
a	Behavioral Health Residential Facilities	-	-	-	-	-	-	-	1,731,885	-	1,660,629	-	3,392,515
b	Reserved for Future Use												-
c	Room and Board	-	-	-	-	-	-	-	-	-	11,696,732	-	11,696,732
d	Total Residential Services	-	-	-	-	-	-	-	1,731,885	-	13,357,361	-	15,089,247
508	Behavioral Health Day Program												
a	Supervised Day Program	-	887,579	-	-	-	-	-	-	-	67,105	-	954,684
b	Therapeutic Day Program	-	1,046	-	-	-	-	170,031	-	-	3,069	-	174,146
c	Medical Day Program	-	-	-	-	-	-	-	-	-	-	-	-
d	Total Behavioral Health Day Program	-	888,625	-	-	-	-	170,031	-	-	70,173	-	1,128,830
509	Prevention Services												
a	Prevention	-	-	-	-	-	-	-	2,941,586	-	-	-	2,941,586
b	HIV	-	-	-	-	-	-	-	899,849	-	-	-	899,849
c	Total Prevention Services	-	-	-	-	-	-	-	3,841,435	-	-	-	3,841,435
510	Pharmacy Expenses												
a	Pharmacy Expense	-	10,399,171	-	-	-	-	-	-	-	3,800,656	-	14,199,827
b	Less Pharmacy Rebate Received	-	(242,652)	-	-	-	-	-	-	-	(57,761)	-	(300,412)
c	Pharmacy Rebate Related Expense	-	-	-	-	-	-	-	-	-	-	-	-
d	Total Pharmacy Expense	-	10,156,519	-	-	-	-	-	-	-	3,742,896	-	13,899,415
511	Other ADHS Service Expenses Not Rpt'd Above*	-	7,778	-	-	-	-	-	-	-	11,801	50,700	70,279
512	FQHC/RHC Expenses	-	-	-	-	-	-	-	-	-	-	-	-
513	Subtotal Behavioral Health Service Expenses	8,199,290	45,512,880	185,012	2,019,426	100,000	2,556,143	2,470,962	17,491,391	-	43,847,456	50,700	122,433,258
520	Specialty and Other Grant Expenses*	-	-	190,213	-	-	-	-	-	-	-		190,213
540	Total Behavioral Health Services Expense	8,199,290	45,512,880	375,225	2,019,426	100,000	2,556,143	2,470,962	17,491,391	-	43,847,456	50,700	122,623,471
580	Total Physical Health Services Expense												-
585	Total Service Expense	8,199,290	45,512,880	375,225	2,019,426	100,000	2,556,143	2,470,962	17,491,391	-	43,847,456	50,700	122,623,471
589	Less: Third Party Liability												-
590	Net Total Service Expense	8,199,290	45,512,880	375,225	2,019,426	100,000	2,556,143	2,470,962	17,491,391	-	43,847,456	50,700	122,623,471
599	Gross Profit/(Loss) from Operations	687,386	3,824,409	17,383	169,476	7,447	130,553	471,645	2,109,315	-	2,928,490	-	10,346,106

\*DISCLOSE ON SCHEDULE A

		NTXIX/XXI Crisis	NTXIX/XXI SMI	NTXIX/XXI Other	Supported Housing for TXIX SMI	SB1616 Housing	MHBG SED	MHBG SMI	SABG	Other Federal	County	PASRR/ ADOH	Total
<b>Administrative Expenses:</b>													
601	Compensation	-	-	-	-	-	-	-	-	-	-	-	-
602	Management Fee	683,066	3,789,780	15,716	168,597	7,680	204,715	221,351	1,501,936	-	3,590,313	-	10,183,154
603	Professional & Outside Services	1,093	5,819	45	264	21	349	296	2,240	-	5,741	-	15,868
604	Interpreter/Translation Services	-	-	-	-	-	-	-	-	-	-	-	-
605	Occupancy	-	-	-	-	-	-	-	-	-	-	-	-
606	Depreciation	6,374	35,475	293	1,572	75	1,984	1,934	13,633	-	34,126	-	95,465
607	Care Management	-	-	-	-	-	-	-	-	-	-	-	-
608	All Other Operating Expenses not reported above*	(3,148)	(6,666)	(45)	(957)	(328)	(98)	489	(3,150)	-	(15,329)	-	(29,231)
<b>610</b>	<b>Subtotal Administrative Expenses</b>	687,386	3,824,409	16,009	169,476	7,447	206,950	224,070	1,514,658	-	3,614,851	-	10,265,256
650	Encounter Evaluation Sanctions*												-
651	Administrative Expenses from Specialty and Other Grants*												-
<b>690</b>	<b>Total Administrative Expense</b>	687,386	3,824,409	16,009	169,476	7,447	206,950	224,070	1,514,658	-	3,614,851	-	10,265,256
<b>700</b>	<b>Profit (Loss) from Operations</b>	-	-	1,374	-	-	(76,397)	247,575	594,657	-	(686,361)	-	80,848
710	Profit (Loss) from Other, Non-ADHS, Non-Operating & Unrelated Business*	-	-	-	-	-	-	-	-	-	-	-	-
<b>720</b>	<b>Net Pre-Tax Profit/(Loss)</b>	-	-	1,374	-	-	(76,397)	247,575	594,657	-	(686,361)	-	80,848
750	<b>Income Tax</b>												
a	ADHS Income Tax												-
b	Non ADHS Income Tax												-
<b>799</b>	<b>Total Income Taxes</b>	-	-	-	-	-	-	-	-	-	-	-	-
<b>800</b>	<b>Net After-Tax Profit/(Loss)</b>	-	-	1,374	-	-	(76,397)	247,575	594,657	-	(686,361)	-	80,848

\*Disclose on Schedule A

\*DISCLOSE ON SCHEDULE A

				Supported Housing for TXIX								
	NTXIX/XXI Crisis	NTXIX/XXI SMI	NTXIX/XXI Other	SMI	SB1616 Housing	MHBG SED	MHBG SMI	SABG	Other Federal	County	PASRR/ ADOH	Total

**MERCY MARICOPA INTEGRATED CARE  
STATEMENT OF ACTIVITIES  
STATE FISCAL YEAR TO DATE AS OF:** June 30, 2015  
**Schedule A Disclosure**

June 30, 2015

	NTXIX/XXI Crisis	NTXIX/XXI SMI	NTXIX/XXI Other	Supported Housing for TXIX SMI	SB1616 Housing	MHBG SED	MHBG SMI	SABG	Other Federal	County	PASRR/ ADOH	Total
<b>DISCLOSURE OF PCP PARITY, NTXIX/XXI OTHER and OTHER FEDERAL ADHS REVENUE</b>												
City of Phoenix LARC			200,000									200,000
<b>Total - PCP Parity, NTXIX/XXI Other and OTHER FEDERAL Column</b>			200,000			-				-		200,000

DISCLOSURE OF SPECIALTY AND OTHER GRANTS REPORTED ON LINE 402												
Mental Health First Aid			32,335									32,335
LARC Improvements			160,273									160,272
<b>Total Other Grants</b>	-	-	192,608	-	-	-	-	-	-	-	-	192,607

[illegible]

DISCLOSURE OF ALL OTHER ADHS Service Expenses ON LINE 511												
PASRRR											50,700	50,700
Physical Health Expenses - OPS400	0	7,778	0	0	0	0	0	0	0	11,801		19,579
<b>Total All Other Behavioral Health Services</b>	<b>-</b>	<b>7,778</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>11,801</b>	<b>50,700</b>	<b>70,279</b>

[illegible]

MERCY MARICOPA INTEGRATED CARE  
STATEMENT OF ACTIVITIES  
STATE FISCAL YEAR TO DATE AS OF:  
Schedule A Disclosure

June 30, 2015

	NTXIX/XXI Crisis	NTXIX/XXI SMI	NTXIX/XXI Other	Supported Housing for TXIX SMI	SB1616 Housing	MHBG SED	MHBG SMI	SABG	Other Federal	County	PASRR/ ADOH	Total
DISCLOSURE OF ALL OTHER OPERATING ON LINE 608												
Board Meeting Expenses	10	62	1	3	(0)	3	4	24	-	55	-	160
Dues & Filing Fees	269	1,499	12	66	3	84	80	575	-	1,440	-	4,028
Travel	-	-	-	-	-	-	-	-	-	-	-	-
Repairs & Maintenance	-	-	-	-	-	-	-	-	-	-	-	-
Training	6	32	0	1	0	2	2	12	-	32	-	87
Bank Service Charges	3	22	0	1	(0)	1	2	8	-	19	-	55
RFP Expenses	(14,359)	(70,691)	(488)	(3,352)	(451)	(4,759)	(3,068)	(27,269)	-	(72,977)	-	(197,413)
Office Equip	189	1,007	8	46	4	60	50	387	-	993	-	2,744
Marketing	72	361	3	17	1	23	19	147	-	377	-	1,021
Promotions & Sponsorships	2,128	11,740	96	522	29	666	618	4,508	-	11,345	-	31,652
Insurance - General Liab	7,056	39,224	323	1,738	86	2,199	2,089	15,059	-	37,742	-	105,516
Interest on Claims	-	790	-	-	-	-	-	-	-	3,566	-	4,356
Sanctions	1,478	9,288	-	-	-	1,623	672	3,398	-	2,080	-	18,540
Total All Other Operating	(3,148)	(6,666)	(45)	(957)	(328)	(98)	468	(3,150)	-	(15,329)	-	(29,253)
DISCLOSURE OF ENCOUNTER EVALUTION SANCTIONS ON LINE 650												
Itemization of Items Reported on Line 650												-
Total Encounter Evaluation Sanctions	-	-	-	-		-	-	-	-	-	-	-
DISCLOSURE OF ADMINISTRATIVE EXPENSES FROM SPECIALTY AND OTHER GRANTS ON LINE 651												
Itemization of Items Reported on Line 651												-
Total Adm Expenses from Specialty and Other Grants	-	-	-	-		-	-	-	-	-	-	-
DISCLOSURE OF OTHER, NON-ADHS, NON-OPERATING AND UNRELATED BUSINESS EXPENSES LINE 710												
												-
Total Other, Non-ADHS, Non-Operating and Unrelated Business Expenses	-	-	-	-		-	-	-	-	-	-	-



**MERCY MARICOPA INTEGRATED CARE**  
**FOOTNOTES TO FINANCIAL STATEMENTS**  
**As of: June 30, 2015**

**1. ORGANIZATIONAL STRUCTURE**

Organization operations - Effective January 22, 2013, Mercy Maricopa Integrated Care (MMIC) was incorporated in the State of Arizona. The initial members of MMIC are Southwest Catholic Health Network Corporation dba Mercy Care Plan (SCHN), Dignity Health (Dignity), Carondelet Health Network (Carondelet), and Maricopa County Special Health Care District (District), collectively the "members". The agreements also provide that SCHN will serve as the managing member of MMIC.

MMIC is located at 4350 E. Cotton Center Blvd, Phoenix AZ. MMIC was formed to provide physical and behavioral health care services on an integrated basis to Medicaid eligible adults with serious mental illness, and to operate as the Regional Behavioral Health Authority (RBHA) to coordinate the delivery of health care services to eligible persons in Maricopa County, Arizona. MMIC was initially funded through a \$30 million capital contribution from SCHN and a \$5M capital contribution from District.

MMIC has entered into a management agreement with Aetna effective May 1, 2013, which automatically renews for successive one-year periods for five years. SCHN also contracts with Aetna separately to provide management services. Under the terms of MMIC's management agreement, MMIC pays a monthly fee to Aetna, as defined in the agreement, to cover the employee salary and benefit costs and general and administrative expenses incurred to operate the organization. Management fees of \$101,721,872 were paid to Aetna as of June 30, 2015. Of this \$101,721,872, \$130,722 is reported as sanctions for DBHS reporting purposes.

MMIC also paid related third parties the following amounts for claims payments; \$7.6M Dignity Health, \$591k Carondelet and \$33M for Maricopa Integrated Health System.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Basis of presentation - The accompanying financial statements have been prepared in accordance with FASB ASC 954-205, Health Care Entities – Presentation of Financial Statements. MMIC's financial statements are also presented in accordance with FASB ASC 958-205, Not-for-Profit Entities – Presentation of Financial Statements. Under FASB ASC 958-205, MMIC is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets and permanently restricted net assets. As of June 30, 2015, there were no temporarily restricted or permanently restricted net assets.

Cash and cash equivalents - Cash includes cash deposits in banks and cash equivalents. MMIC considers all highly liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents. Amounts at each institution are insured in limited amounts by the Federal Deposit Insurance Corporation (FDIC).

Long Term Investments of \$520,244 are restricted U.S. government securities held by a bank required to remain in trust by the State of Arizona, Department of Insurance for the duration of the contract with ADHS. This is related only to the Medicare Business.

MMIC has a contract with RGA Reinsurance Company for reinsurance of acute claims. Deductible level is \$500K and co-insurance is 10%. MMIC reviews claims payments to determine claims that are eligible for reinsurance. As of June 30, 2015 there was a Reinsurance Recovery of \$314,373 and receivable of \$445,836 recorded for Reinsurance.

Capitalized software costs - Research and development costs are charged to expense as incurred. However, the costs incurred for the development or purchases of computer software that relate to the implementation of the claims processing system are capitalized when technological feasibility has been established. These capitalized costs are subject to an ongoing assessment of recoverability based on anticipated useful lives and changes in hardware and software technologies. Costs that are capitalized include direct labor and related overhead.

Amortization of capitalized software development costs begins when the product is available for release and installation. Amortization is provided on a straight-line method over periods not exceeding five to seven years. Unamortized capitalized software development costs determined to be in excess of net realizable value of the product is expensed immediately. Capitalized software cost totaled \$3,845,414 at June 30, 2015. Amortization of capitalized software costs began April 1, 2014 when the product was available for release and is being amortized over five years.

Payable to Providers totaling \$5.8M is due to CVS Invoice accrual of \$2.8M, Housing accrual of \$.4M and Incentive accruals \$1.8M and Block/Misc Accruals \$.8M

Incurred But Not Reported Claims - Generally, IBNR is based on historical experience and reviewed monthly by the actuarial department. Due to no historical experience being available at this time the IBNR was based on Medical Loss Ratio estimations.

Received But Unpaid Claims - RBUC's are determined by totaling claims received after the final check run. This amount is included in the final IBNR balance. This also includes any Pharmacy Claims received and unpaid at month end.

IBNR Physical Health balance is \$8,254,559 and Behavioral Health is \$52,620,685  
RBUC Physical Health balance is \$2,418,829 and Behavioral Health is \$2,679,947

Due to District - consists of \$9.7M payable to Maricopa County Special Health Care District. Under the terms of the membership agreement, any time after three years from the ADHS contract start date, provided that District has paid the promissory note in full, District may require that the Organization purchase the membership interest of District via a put option. The purchase price of District's membership interest shall consist of the initial funding, without interest, and any remaining accrued or deferred distributions (a 15% relative interest). Due to the put option associated with the initial funding, the \$10 million net of the change in net assets attributable to District for District's relative interest is classified as a non-current liability in the accompanying statement of financial position.

Revenue - ADHS/DBHS TXIX/TXXI Capitation revenue is accrued and recognized using the number of eligible clients provided by ADHS multiplied by the approved capitation rates currently being paid, unless the most recent proposed capitation rates were already approved and are awaiting payment. Non-capitated revenue is accrued using 1/12th of the ADHS/DBHS Allocation Schedule.

Service Expenses paid via block payment are allocated to the fund types (TXIX Child, TXIX SMI, etc.) based on the year-to-date block payments. Within a fund type, the allocation by service line is typically based on the year-to-date encounter claims data. However due to the lack of encounter data at this time, the expenses were allocated on the previous RBHA's historical encounter data. FFS expenses include both paid claims and estimated IBNR. Due to lack of historical FFS expense data, for the month of June the FFS expenses were estimated based on Medical Loss Ratio analysis. Pharmacy expenses are booked to the fund types based on actual pharmacy expenses paid year-to-date. Non-encounterable services (SABG Prevention, SABG HIV, Bridge Subsidy Housing grant) are directly allocated based on actual and estimated expenses incurred year to date.

Administrative Costs defined by ADHS/DBHS include, but are not limited to management service agreement expenses, professional and outside services, insurance, bank fees, etc. These costs are indirect cost as they are incurred for the common benefit of multiple direct program service activities and are grouped according to the nature of the cost. These costs are allocated in accordance with one of the methodologies described below.

Administrative Cost Allocation Methodologies -

A.) Management Service Agreement Cost - Payment is defined by the management service agreement and is specifically identifiable to individual programs.

B.) Other Administrative Costs are allocated to individual programs based upon proportionate service expense.

Management's use of estimates - The preparation of the financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Income taxes - MMIC's application for its tax exempt status under Section 501(c)(3) of the Internal Revenue Code has been approved by the Internal Revenue Service.

**3. OTHER AMOUNTS -**

There are no "other" amounts not detailed in Schedule A Disclosures.

**4. PLEDGES, ASSIGNMENTS AND GUARANTEES**

MMIC has no pledges, assignments, or collateralized assets. There are also no guaranteed liabilities not disclosed on the balance sheet.

**5. PERFORMANCE BONDS**

MMIC has the following Surety Bonds and amounts at June 30, 2015

Argonaut - \$26,600,000

Liberty Mutual - \$25,500,000

Westchester Fire - \$20,000,000

**6. MATERIAL ADJUSTMENTS**

There were no material adjustments

**7. INCURRED BUT NOT REPORTED (IBNR) CLAIMS PAYABLE ANALYSIS**

In June, IBNR was based on historical experience that was available and reviewed by the actuarial department. In previous months, there was no historical experience and IBNR was based on Medical Loss Ratio estimations.

**8. CONTINGENT LIABILITIES**

In the opinion of management, no legal matters exist that would have a material adverse effect on the financial position of MMIC.

**9. NON-COMPLIANCE WITH FINANCIAL VIABILITY STANDARDS AND PERFORMANCE GUIDELINES**

There were General Fund Excess Profits for NT SMI, NT Crisis, TXIX Supported Housing and SB1616 due to administrative expenses being less than 8%.

**10. FLUCTUATIONS IN STATEMENT OF FINANCIAL POSTION ACCOUNTS**

Net AR increased primarily due to \$1M SABG Gen. Srvc's, \$.6M SABG Prevention, \$.7M SABG Crisis, \$.3M SABG Pregnant Women and \$1.4M NTSMI. There was also \$.4M accrued for Reinsurance, \$.6M increase for FFS Claims Adjustments and \$.3M CMS Receivable.

Note Receivable decreased (\$5M) due to payment of note by MIHS.

Net Property & Equipment - Decrease is due to monthly amortization expense.

IBNR - Due to no historical experience being available in previous periods, IBNR was based on Medical Loss Ratio estimations. Now that claims data is sufficient, the IBNR was based on historical data from the beginning of the contract causing a decrease in the balance.

Payable to ADHS increased due to \$314k for ADOH Bridge Subsidy that will be returned.

There was an increase of \$600k for block accruals, \$500k Incentive accruals, \$100k for CVS Accrual and decrease for ADOH Housing Accrual (\$377k).

Other Current Liabilities - There was a \$451k increase for Community Reinvestment accrual.

Unrestricted Net Assets - Increase in Net Income \$6.5M.

**11. PHARMACY REBATES -**

The total year to date pharmacy rebates are \$3,002,157 and are reported on line 510b.

**12. INTEREST ON LATE CLAIMS -** The total year to date interest on late claims is \$91,400 and is reported as Administrative Expense line 608 and detailed in the Statement of Activities Schedule A. Interest decreased \$41,559 due to interest on claims that were determined to be for Medicare and moved to that line of business.

**13. SANCTIONS - The total year to date sanctions are \$130,722 and are reported in the Administrative expense line 608 and** detailed in the Statement of Activities Schedule A.

**14. PROVIDER ADVANCES / INCENTIVES -**

There were Provider Advances paid to Christian Family Care Agency in September of \$125,000 & Destiny Sober Living \$73,000 in May 2014. There no remaining balances as of June 30, 2015 for provider advances.

There is a Pilot Performance Incentive Program of \$590,355 in TXIX SMI Integrated and a Block Expansion Incentive accrual \$1,215,016 for GMH/SA and TXIX SMI Integrated. The incentives are to be paid out based on various performance measurements.

**15. SHARED SAVINGS ARRANGEMENTS - N/A**

**16. BLOCK GRANTS**

SABG Children's expenses SFYTD 15 - \$1,087,860

SABG Children's expenses SFYTD 14 - \$233,849

SABG MAT SFYTD - \$0

MHBG Evidence Based Practice Expense - \$124,886

**17. PRIOR PERIOD ADJUSTMENTS - N/A**

MERCY MARICOPA INTEGRATED CARE  
Comparison Between Actual NTXIX SMI Expenses to Plan  
STATE FISCAL YEAR TO DATE AS OF: June 30, 2015

		As Reported NTXIX/XXI SMI	% of ADHS Service Revenue	Plan	% of ADHS Service Revenue	Variance (Overspent) Underspent	% (Over) (Under Plan)
Enrollment (For ADHS Input Only)							
REVENUE							
Revenue Under ADHS Contract *		49,337,289		49,337,289			
Service Revenue **		45,512,880	100.0%	45,512,880	100.0%		
EXPENSES							
Service Expenses:							
502	Rehabilitation Services						
a	Living Skills Training	1,757,945	3.9%	1,054,533	2.3%	(703,412)	-40.01%
c	Health Promotion	1,106,355	2.4%	624,437	1.4%	(481,919)	-43.56%
d	Supported Employment Services	3,836,608	8.4%	2,476,811	5.4%	(1,359,797)	-35.44%
e	Total Rehabilitation Services	6,700,908	14.7%	4,155,781	9.1%	(2,545,127)	-37.98%
503	Medical Services						
a	Medication Services	29,768	0.1%	0	0.0%	(29,768)	
b	Medical Management	5,092,682	11.2%	9,408,422	20.7%	4,315,741	
c	Laboratory, Radiology & Medical Imaging	(40,518)	-0.1%	394,597	0.9%	435,115	
501b	Assessment, Evaluation and Screening	1,778,696	3.9%	2,179,157	4.8%	400,461	
510 d	Total Pharmacy Expense	10,156,519	22.3%	6,559,316	14.4%	(3,597,203)	
	Total Medical Services	17,017,146	37.4%	18,541,492	40.7%	1,524,346	8.96%
504	Support Services						
a	Case Management	15,597,433	34.3%	11,560,727	25.4%	(4,036,706)	-25.88%
b	Personal Care Services	743,475	1.6%	481,981	1.1%	(261,493)	-35.17%
c	Family Support	25,989	0.1%	393,231	0.9%	367,242	1413.07%
d	Peer Support	2,838,307	6.2%	3,241,427	7.1%	403,121	14.20%
f	Unskilled Respite Care	2,419	0.0%	41,417	0.1%	38,998	1612.24%
g	Supported Housing	1,756,266	3.9%	4,819,359	10.6%	3,063,093	174.41%
i	Transportation	822,113	1.8%	2,277,465	5.0%	1,455,351	177.03%
j	Total Support Services	21,786,001	47.9%	22,815,607	50.1%	1,029,605	4.73%
525	Total Service Expenses	45,504,056	100.0%	45,512,880	100.0%	8,824	0.02%

\*Revenue decreased by: (Amount of Payable to ADHS)

\*\*Revenue less Administrative expenses

Admin % Per Plan7.40%

Admin Standard8.00%

\*Enter Actual Admin % here if Actual Admin exceeds 7.5%7.73%

On a quarterly basis, provide justification regarding variances from approved NTXIX/XXI SMI spending plan. Include outcomes and indicate where efforts will be focused in order to align service expenses with targeted percentages.

Variance Justification:

There was overspending in Case Management due to services being increased for the NT19 members. The clinics had designated CM's that were peer supports assigned to the NT19 population. It was identified that CM's did not have knowledge pertaining to resources available to the NT19 population in our service community. Targeted efforts were made to increase service utilization to the NT19 population. We have requested that the PNO clinics ensure all NT19 members are seen within the identified LOC targets and report on a monthly basis to ensure NT19 members were having face to face contact. A change was made so that NT19 individuals were interspersed amongst the levels of care instead of the designated coordinators. The expansion areas and marketing surrounding those efforts, increased dialogue and service planning for NT19. A NT19 booklet was created in order to assist this population and case management staff to identify resources available.

MERCY MARICOPA INTEGRATED CARE  
STATEMENT OF CASH FLOWS  
CONTRACT YEAR TO DATE AS OF:

June 30, 2015

<b><u>CASH FLOWS FROM OPERATING ACTIVITIES:</u></b>	
Changes in Net Assets	31,285,457
Adjustments to Reconcile Excess of Revenue Over/(Under) Expenses to Net Cash Provided (Used) by Operating Activities:	
Depreciation and Amortization	961,353
Bond Amortization	-
Non-cash provision for income taxes	-
Net Unrealized (gains) losses on investments	(370)
(Gain) loss on sale of investments	-
(Gain) loss on sale of assets	-
<b>(Increases)/Decreases in Assets:</b>	
Accounts Receivable	(17,917,032)
Notes Receivable	-
Prepaid Assets	(1,071,098)
Due from Affiliates, Net	(159,447)
<b>Increases/(Decreases) in Liabilities:</b>	
IBNR	64,528,229
RBUC	5,409,583
Accounts Payable to ADHS	562,256
Deferred Revenue	110,341
Accounts Payable and Other Accrued Liabilities	5,835,320
Due to District	9,751,655
Due to Affiliates, Net	-
Other Liabilities	1,925,392
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<hr/> 101,221,640
<b><u>CASH FLOWS FROM INVESTING ACTIVITIES</u></b>	
Proceeds from Sale of Property & Equipment	-
Purchases of Capitalized Software	(3,845,414)
Maturity of Investments	-
Purchase of Investments	(520,000)
<b>NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES</b>	<hr/> (4,365,414)
<b><u>CASH FLOWS FROM FINANCING ACTIVITIES:</u></b>	
Contributions from Member Organizations	68,158,474
Dividends Paid	-
Issuance of Common Stock	-
Payment of Other Debts (Describe on Schedule A)	-
<b>NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES</b>	<hr/> 68,158,474
<b>NET INCREASE/(DECREASE) IN CASH</b>	165,014,700
<b>BEGINNING CASH</b>	<hr/> -
<b>ENDING CASH BALANCE *</b>	<hr/> <hr/> 165,014,700

\*NOTE: ENDING CASH BALANCE MUST AGREE WITH TOTAL CASH BALANCE ON BALANCE SHEET

MERCY MARICOPA INTEGRATED CARE

STATEMENT OF CASH FLOWS

CONTRACT YEAR TO DATE AS OF:

Schedule A Disclosure

June 30, 2015

Describe:

1. Sources and amounts of cash received for other grants.
2. Underlying transactions for acquisition of debt.  
(Debtor, amount, purpose of loan, term, interest rate of debt acquired)  
Member Contribution - Southwest Catholic Hlth Network
3. Underlying transactions for retirement of debt.  
(Debtor, amount paid off.)
4. Cash Flows From Financing Activities - Payment of Other Debt
5. Supplemental data or non-cash investing and financing activities, gifts, etc.